

RSR Corporation and Murph Metals, Inc.
Capital Improvement Items Under Appendix C of Order
of October 17, 1983 Not Completed By February 23, 1984

A. Smelter Building (Appendix C, Paragraph II)

Subparagraph No:

1. Solid doors are not installed.
2. Continuous monitoring, recording and alarm system is not installed.
6. Hoods, slots, baffles, canopies or other devices to reduce fugitive emissions have not been completed.

B. Batch House (Appendix C, Paragraph III)

Subparagraph No:

1. Solid doors or tarpaulins are not installed.
2. Continuous monitoring, recording and alarm system is not installed.

C. Battery Wrecker (Appendix C, Paragraph IV)

Subparagraph No:

1. Baghouse stack has not been extended to 65 feet above ground level.
7. Exterior door openings have not been completed to the required specifications.

D. Open Plant Areas (Appendix C, Paragraph V)

Subparagraph No:

4. Paving, covering with aggregate or vegetation is only partially completed.

E. General Provisions (Appendix C, Paragraph VI)

Subparagraph No:

1. All openings have not been permanently sealed or closed.
3. Louvers or other devices for automatic closing have not been installed.
8. All openings on the smelter building, batch house and battery wrecker have not been completed to the required specifications.
13. Stack sampling for the battery wrecker cannot be conducted until the baghouse stack is extended to 65 feet above ground level.

FINANCIAL STATUS, January, 1984

The financial statements for the period ending January 31, 1984, are shown on attached Schedules 1 and 2. The balance sheet (Schedule 1) identifies the project assets, liabilities, and the Special Master's capital as of January 31, 1984. The Statement of Expenses (Schedule 2) identifies the project expenditures for the month of January 31, 1984. Project expenditures totaled \$38,237.46 for the month. Project expenditures through January, 1984, total \$51,442.34. These expenditures cover the startup phase of the project and the certified mailing cost for transmittal letters and Consent Forms.

The balance in the Escrow Account Fund as of January 31, 1984 is:

<u>Account #</u>	<u>Title</u>	<u>Balance</u>
110	Cash -- Sunbelt National	\$40,000.00
120	Checking Account -- Sunbelt	\$ 8,803.13
130	Petty Cash	50.00
	Total	<u>\$48,853.13</u>

There were no transfers from the District Clerk's registry to the Escrow Account during the month of January. I will be requesting the Court to transfer \$50,000.00 to the Escrow Account sometime after the filing of this status report. The Dallas Independent School District (D. I. S. D.) has not submitted the corrected billing or Board release for the work performed at the Amelia Earhart and Thomas Edison Junior High Schools. I anticipate the D. I. S. D. will bill us by the end of February. Edward Mahoney (the financial consultant to the project) has spoken with the District Clerk's office to notify them of this pending billing by the D. I. S. D. at the end of February for approximately \$75,000.00.

The Statement of Expenses also includes an Estimate Budget for the Soil Cleanup and Remedial Program. This is a preliminary budget that will be revised when the costs for the contractors, consultants, survey crews, draftsmen, and other administrative and soil removal and replacement expenses are final.

In general, the cash method of accounting will be used for the project. As invoices are received, they are paid within the time period specified in the Court Order. Any vendor's bills which are not paid are placed in accounts payable and the account reserve for payables is charged for the amount. When the vendor is paid, the reserve for payables and accounts payable are relieved and the expense and cash account is charged. Thus, an expense is incurred only when the cash account is relieved. As the project progresses, any changes in this accounting practice will be reported to the Court and the parties.

SCHEDULE 1
SOIL CLEANUP AND REMEDIAL PROGRAM
BALANCE SHEET
As of January 31, 1984

Project Assets

Current Assets:

Escrow Account		
Cash-Sunbelt National	\$ 40,000.00	
Checking Acct. - Sunbelt	8,803.13	
Petty Cash	50.00	
Total Escrow Account	<u>\$ 48,853.13</u>	
Total Current Assets		\$ 48,853.13

Fixed Assets:

Office Equipment	\$ 1,477.90	
Accum. Depr. Office Equip.	<u>0.00</u>	
Total Fixed Assets		<u>1,477.90</u>

Total Project Assets		<u>\$50,331.03</u>
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Liabilities & Capital

Current Liabilities:

Accounts Payable	\$ 4,168.18	
Fed. W/H Tax Payable	743.04	
FICA Tax Payable	777.50	
F. U. I. Tax Payable	45.40	
S. U. I. Tax Payable	<u>153.23</u>	
Total Current Liabilities		\$ 5,887.35

Special Master's Capital:

District Clerk's Transfer	\$100,000.00	
Interest From Bank	54.20	
Project Expenses to Date	(51,442.34)	
Reserve For Payables	<u>(4,168.18)</u>	
Total Capital		\$44,443.68

Total Liabilities & Capital		<u>\$50,331.03</u>
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* Interest on the checking account only, earned from 12/9/83 through 12/31/83.

Financial Status, February, 1984

The financial statements for the period ending February 29, 1984, are shown on Schedules 1 and 2 of this report. The balance sheet (Schedule 1) identifies the project assets, liabilities, and the Special Master's capital as of February 29, 1984. The Statement of Expenses (Schedule 2) identifies the project expenditures for the month of February 1984, totalling \$21,753.79 for the month. Project to date expenditures, from December, 1983, total \$73,196.13. The significant expenditures for the month include: 1) payment to the Dallas Independent School District (D. I. S. D.) for two months rent for the office facility per month and 2) the premium payments for public liability and worker's compensation insurance. A prior year adjustment reducing the office equipment account by \$126.60 and increasing the project to date expenses was made in January, 1984. This prior year adjustment was made to reclassify office expenses included in the office equipment account.

The balance in the Escrow Account Fund as of February 29, 1984 was:

<u>Account</u>	<u>Title</u>	<u>Balance</u>
110	Cash-Sunbelt National	\$65,336.43
120	Checking Account - Sunbelt	\$ 7,526.20
130	Petty Cash	100.00
	Total	<u>\$72,962.63</u>

I requested and received a transfer of \$50,000 from the District Clerk's Registry into the Escrow Account Fund, and the money was deposited in Sunbelt National Bank by me. Other significant balance sheet activity included: 1) the purchase of office partitions, (half-price because of water damage with buy-back provisions), and 2) an increase of the petty cash fund to \$100.00. The DISD billing for the work performed at the Amelia Earhart and Thomas Edison High Schools of approximately \$75,000 has still not been correctly invoiced to me. I will talk with the shcool authorities to identify the reason for the delay in the billing.

The Statement of Expenses includes an Estimated Budget for the Soil Cleanup and Remedial Program. This is a preliminary budget that will be revised when the costs for contractors, consultants, survey crews, drafting, and other administrative expenses are final.

I have also attached the latest Chart of Accounts (dated February 29, 1984) for the Program. As I've indicated in previous progress reports, each time any change occurs to the Chart of Accounts, I will include them in the progress report.

In general, we will be using the cash method of accounting for the project. As invoices are received, they are paid within the time period specified in the Court Order. Any approved vendor invoices not paid at the end of the month are placed in accounts payable and the account reserve for payables is charged. We relieve the accounts payable account and the reserve for payables account in a reversing entry in the next month. We incur an expense when the cash account is relieved for the invoice(s). As the project continues, and changes in this accounting practice, will be notified of the Court and the Parties.

Soil Cleanup And Remedial Program
Balance Sheet
As of February 29, 1984
Schedule 1

Project Assets

Current Assets:

Escrow Account		
Cash-Sunbelt National	\$ 65,336.43	
Checking Acct. - Sunbelt	7,526.20	
Petty Cash	<u>100.00</u>	
Total Escrow Account		\$ 72,962.63
Insurance Deposits	1,912.00	
Total Current Assets		\$ 74,874.63

Fixed Assets:

Office Furniture	\$ 2,496.00	
Accum. Depr. Office Furniture	0.00	
Office Equipment	\$ 1,477.90	
Accum. Depr. Office Equip.	<u>0.00</u>	
Total Fixed Assets		<u>3,973.90</u>

Total Project Assets		\$ 78,848.53
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Liabilities & Capital

Current Liabilities:

Accounts Payable	\$ 10,094.52	
Fed. W/H Tax Payable	620.50	
FICA Tax Payable	631.02	
F.U.I. Tax Payable	36.82	
S.U.I. Tax Payable	<u>277.55</u>	
Total Current Liabilities		\$ 11,660.41

Special Master's Capital:

District Clerk's Transfers	\$ 150,000.00	
Interest From Bank	478.77	
Project To date Expenses	(73,196.13)	
Reserve For Payables	<u>(10,094.52)</u>	
Total Capital		<u>67,188.12</u>

Total Liabilities & Capital		\$ 78,848.53
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C H A R T O F A C C O U N T S
SOIL CLEANUP AND REMEDIAL PROGRAM

February 29, 1984

Project Assets

	Current Assets
	Escrow Account Fund
	Cash In Bank - Sunbelt
110	Cash-Sunbelt National
120	Checking Acct. - Sunbelt
125	Payroll Transfer Fund
130	Petty Cash
135	Insurance Deposits
140	Inventory
	Total Current Assets
	Fixed Assets
150	Furniture
155	Accum. Depr. Furniture
160	Office Equipment
165	Accum. Depr. Office Equip
	Total Fixed Assets
	Total Project Assets

Liabilities & Capital

	Current Liabilities
210	Accounts Payable
	Consultant/Contractor
220	Consultants Payables
230	Contractor Payables
235	Contractor Retainage
	Total Cons1/Cntr. Pay.
240	Bid Document Payables
250	Salary Payable
260	Fed. W/H Tax Payable
270	FICA Tax Payable
271	F.U.I. Tax Payable
272	S.U.I. Tax Payable
275	Leases Payable
	Total Current Liabilities
	Special Master's Capital
280	District Clerk Transfers
285	Interest From Bank
287	Micellaneous Income
288	Project Todate Expenses
289	Reserve for Payables
290	Current Earnings Account
	Total Capital
	Total Liab. & Capital

CHART OF ACCOUNTS

SOIL CLEANUP AND REMEDIAL PROGRAM

February 29, 1984

Project Expenses

	Soil Program Expenses
	Consultant Services
520.01	C/S Startup/Admin.
520.02	C/S Soil Removal
520.03	C/S Soil Hauling
520.04	C/S Soil Disposal
520.05	C/S Soil Replacement
520.06	C/S Sodding
520.07	C/S Soil Watering
520.08	C/S Survey & Drafting
520.99	C/S Other
	Total Consulting Service
	Contractor Services
530.01	Cntr. Startup/Admin.
530.02	Cntr. Soil Removal
530.03	Cntr. Soil Hauling
530.04	Cntr. Soil Disposal
530.05	Cntr. Soil Replacement
530.06	Cntr. Sodding
530.07	Cntr. & Resident Watering
530.08	Special Waste Project
530.99	Cntr. Other
	Total Contractor Service
	Tot. Soil Program Expense
	Administrative Expenses
610	Office Salary Expense
620	Special Master's Fees
630	Payroll Tax Expense
640	Telephone Expense
650	Health Insurance
660	Public Liability/Auto/W.C
670	SM Performance Bond Exp.
680	Printing/Mailing Expense
690	Office Space Lease
700	Office Equipment Lease
710	Office Furniture Lease
720	Automobile Lease
730	Professional Fees
740	Office Technical Supplies
750	Office General Supplies
760	Computer Training/Service
770	Project Travel Expenses
780	Bank Fees/Charges
790	Depreciation
800	Miscellaneous Expense
810	Project Close-Out Expense
	Total Admin. Expenses
	Total Project Expense

Engineering Report
January - February 1984

During this reporting period the engineering consultant continued compilation of maps and information need for preparation of plans and specifications; proceeded with efforts to have a draftsman and survey crew assigned to the project; compiled a list of analytical laboratories for soil testing and drafted a covering letter and proposal for transmission to the analytical laboratories; continued the drafting of the technical specifications; conducted surveys of property owners requesting special considerations; assisted staff in engineering aspects of consent letters, participated in meetings with Special Master and representatives of the parties, property owners, potential contractors, potential analytical laboratories, and engineering firms concerning availability and costs of draftsmen and survey crews; inspected proposed disposal sites and replacement soil sites.

A summary of accomplishments follows:

1. As a result of a meeting with Assistant City Manager's Knight and Suhm, arrangements were made to survey the 200 foot by 400 foot Special Waste Transportation and Disposal Site by a City of Dallas Survey Party. The survey of the site is now complete. A draftsman is now preparing the cover sheet, plan sheets and detail sheet, for this phase of the project.
2. After contacting a number of consulting engineering firms, draftsman and survey party job shops and other interested parties, a contract was executed with Ginn and Associates to arrange for aerial flyover strip mapping of Zones A and B and to provide the necessary drafting and field surveys to complete the project. Aerial strip maps on a scale of one inch equals 20 feet will be prepared in Zone A and one inch equals 40 feet in Zone B. The 24 inch by 36 inch aerial strip maps will be used for drawing the plans necessary for the project.
3. Field investigations were conducted at the following locations, as requested by the Special Master:
 - a) G. E. Moody - 3 tracts in Block 7143
 - b) Robert W. Cawthon - Lots 27 and 28, Block 5/7144
 - c) Jo Alice Tomforde - Lots 1, 2, 11, and 12, Block C/7222
 - d) Rex Brooks - Lots 8 and 9, Block 3/7227
 - e) Susie Boyd - Part of Lots 3 and 4, Block D/7152
 - f) Toronto Street Air Monitoring Site
 - g) Dallas Power and Light Property, Block D/7152
4. Meetings were held with a number of property owners requesting technical information on the Cleanup Program. (See appended list of meetings, and other contacts.)
6. Meetings were held with consulting engineering firms and draftsman and field survey crews. (See appended list of meetings and other contacts attached.)
7. Meetings were held with EPA officials, RSR officials, Texas Air Quality Board, Texas Department of Health, City of Dallas and North Texas Council of Government officials concerning the technical aspects of the Cleanup Program.
8. A site inspection was made of the RSR Disposal Site on Pleasant Run Road.
9. Site inspections were made at the proposed City of Dallas. Replacement soil sites located south of the Trinity River, East and West of Westmoreland Road.

(2) Engineering Report -

10. Continued preparing technical specifications for project. The target date for completing the plans and specifications of Contract SCRP-84-01, Special Waste Transportation and Disposal Project is March 16, 1984.
11. Continued working with Program staff in obtaining necessary consent forms.
12. Obtained List of Class 1, Type 1, Hazardous Material Disposal Sites.
13. Obtained List of Class 2, Type 1, Non-Hazardous Material Disposal Sites.

Areas of Concern:

1. Disposal Site
2. Replacement Soil Site
3. Consent Forms

Priority Areas:

1. Complete Plans and Specifications for SCRP-84-01, Special Waste Transportation and Disposal Project.
2. Boys Club - DHA South of Toronto in Zone A - DP&L and Edison Football Field

APPENDIX:

Meetings and Other Contacts

APPENDIX

Meetings and Other Contacts:

<u>Date</u>	<u>Person</u>	<u>Topic</u>
01/03/84	Dumas & Nulish, RSR	Informational Meeting
01/12/84	Knight & Suhm, City of Dallas	Survey of Hazardous Material Areas
01/12/84	Larry Wright, EPA	Hazardous Material Testing
01/13/84	Russell Betts, Cons. Eng.	Drafting & Surveying Contract
01/16/84	A. R. McElroy-Prop.Owner	Vacant Lot, No Water
01/16/84	Richard Spencer, Env. Spec.	Cleanup Contract
01/16/84	Roy Brisco, City of Dallas	Survey
01/17/84	Gary Rogan, City of Dallas	Relocation of Air Monitoring Site
01/17/84	Roger Hunter, Hunter & Sons	Cleanup Contract
01/17/84	David D. Avila, Hispanic American Enterprises	Cleanup Contract
01/17/84	C. S. Fuentes, Excavation & Hauling	Cleanup Contract
01/17/84	Herb Harker, City of Dallas	John Rylander, 3517 McBroom Information on Cleanup
01/17/84	Tom Smith	Hazardous Material Testing
01/17/84	Bob Caveness, Avalon	Soil Disposal
01/18/84	Russell Betts, Cons. Eng.	Drafting & Surveying Contract
01/20/84	Roy McDaniel	Survey Crew
01/20/84	Richard Wetmore, City of Dallas	Purchasing Procedures Manual
01/20/84	Catherine McVey, Icos Corp. of America	Contract
01/23/84	Dennis Topletz, Property Owner	Consent Forms
01/24/84	R. D. Parker	Excavation Contractor
01/25/84	Paul Nix, NCTCOG	Disposal Site
01/25/84	Leslie Wilson, Env. Spec.	Cleanup Project
01/25/84	Richard Spencer, Env. Sp.	Cleanup Project
01/25/84	Buddy Roberts—Acre, Roberts, Pierson Consulting Engineers	Drafting & Survey Contract
01/25/84	Dennis Topletz, Prop Owner	Property Consent Forms
01/26/84	Clarence Collins, Contractor	Cleanup Project
01/27/84	H. R. Nulish, RSR	Hauling and Disposal
01/27/84	L. C. Smith	Consent Forms
01/30/84	Dennis Topletz	Consent Forms
02/01/84	C. S. Fuentes, Contractor	Cleanup Contract
02/01/84	Freddie Roberts, Contractor	Cleanup Contract
02/02/84	Roy Brisco, City	Survey Hazardous Site
02/03/84	Wayne Ginn, Engineer	Drafting and Surveying
02/03/84	T. J. Taylor, Contractor	Cleanup Contract
02/03/84	Jo Alice Tomforde, Property Owner	Lots 1, 2, 11 and 12
02/06/84	Don Thurman, Texas Dept of Health	Disposal Site
02/07/84	Saundra Lohr, U.S. Dept. of Transportation—Contracts	Block C/7226, 3549 Bedford
02/07/84	Dick Partlow, Chemco Eng.	Cleanup Program
02/10/84	Rebecca Talbot, Chemical Waste Management	Cleanup Program

02/10/84	Jim Tarn, Texcon Eng.	Cleanup Program
02/13/84	Wayne Ginn, Eng.	Drafting and Field Work
02/13/84	Miles Franklin	
02/14/84	Ben Litteral	Cleanup Program
02/16/84	Rex Brooks, Contractor	Cleanup Program
02/16/84	Jim Tarn, Texcon Eng.	Cleanup Program
02/16/84	Robert Moss, Texas Air Control Board	Toronto Street, Boys Club Air Monitoring Sites
02/21/84	Meeting with Parties	
02/22/84	Mike Beuerlein, CECOS	Cleanup Program
02/23/84	Field Trip	RSR Disposal Site
02/23/84	Wayne Ginn, Engr.	Drafting and Survey
02/24/84	Field Trip	RSR Disposal Site
02/24/84	Robert Cawthon, Prop. Owner	Consent Forms
02/24/84	Don Thurman	Disposal Site
02/28/84	Wayne Ginn, Engr.	Drafting and Field Work
02/28/84	Dodge Reports (Nancy)	Status of Cleanup Program
02/24/84	John Rhodes, Columbia Scientific	Lead Analysis
02/29/84	Field Trip	Soil Replacement Site